



STATE OF MICHIGAN

DEPARTMENT OF COMMUNITY HEALTH  
LANSING

JENNIFER M. GRANHOLM  
GOVERNOR

JANET OLSZEWSKI  
DIRECTOR

April 20, 2007

Dear Medicaid Health Plan Official,

I am writing to inform you of changes in the State of Michigan's schedule for the collection of the Quality Assurance Assessment Program (QAAP) from health plans. As you are probably aware, the State is experiencing both an unprecedented overall budget shortfall and an immediate cash flow crisis. As a result of this, we are adjusting QAAP collections to improve the State's cash position and better enable us to make payments.

Below is a description of the current and revised QAAP schedule. Specific due dates for each QAAP will be provided on the invoices sent to your health plan. Please be aware that the revised schedule will remain in place until you are further notified. Also note that future QAAP invoices will be both more frequent and have a more compressed payment schedule. I respectfully ask that you adhere to that schedule and make QAAP payments promptly in order to avoid the imposition of unnecessary penalties.

Description	Current Schedule	Revised Schedule
Health Plan QAAP	Quarterly at end of each quarter	Monthly in first week of month following monthly capitation payments to Health Plans

Thank you for your assistance in partnering with the State of Michigan in these extremely challenging financial times. If you have any questions, please contact Cheryl Bupp on my staff at (517) 241-7933.

Sincerely,

Paul Reinhart, Director  
Medical Services Administration